EXHIBIT 13

Firm-wide Risk: May 19, 2008	
Aggregated Risks	
• **Risk Appetite usage** is $3.69bn (down $78mm on week) • VaR usage is $128mm (down $6mm on week) • Decreases driven by equity gamma which went from short $126mm to long $306mm, offsetting a small increase in long equity delta • Firm long equity delta is $2.83bn (up $0.37bn WoW; excludes event driven trades of $0.85bn); potential loss of $166mm if all markets down 5% (vs. $159mm on 05/07)	• **Loan Pipeline exposure**: HY: $6.8bn (flat WoW, dn $7.6bn on 1Q08), HG: $8.4bn (up $0.1bn WoW, dn $5.5bn on 1Q08) • HY: Syndication: $6.0bn ($4.4bn funded), Contingent: $0.8bn • HG: Syndication: $7.1bn ($4.1bn funded), Contingent: $1.3bn • **Long credit spread exposure**: $775mm potential loss for a 10% widening of spreads relative to current levels (vs. $777mm last week) • **Counterparty Risk:** IG CCE : $53.9bn (down $1.2bn), NIG CCE: $4.3bn (up $0.3bn)

Fund Derivative Business Overview (Handout)

[redacted]a Update

- Lehman holds $310mm ($243mm MV) of loans issued in connection with [redacted] acquisition of [redacted]directory business [redacted]. [redacted] is a portfolio company of [redacted]
- Original intention was to finance the acquisition by issuing [redacted]s [redacted]notes. Securitization did not occur at the acquisition's December 2007 closing due to market dislocation. Lehman funded the acquisition with term loans, intending to take out the loans once the [redacted]notes were ultimately issued
- In connection with the acquisition, Lehman executed a deal-contingent interest rate swap with [redacted] The swap provides for mandatory cash settlement on 5/30/08 predicated on: (i) closing of the acquisition (occurred on 12/4/07) and (ii) completion of a [redacted](pending)
- On 5/8/08, pursuant to our rights under the financing commitment papers, Lehman delivered to [redacted] and [redacted]a demand for a [redacted]to be completed no later than 5/30/08. However, it is uncertain the securitization will be completed by 5/30/08 if [redacted]ails to cooperate. Even if the notes are created by 5/30/08, we may need to continue to hold them on balance sheet since market demand is still uncertain
- [redacted]owes Lehman $25mm on the swap, but [redacted]has indicated that cash settling the swap would require a capital injection by [redacted] potentially impairing the tax-free nature of the recent merger transaction. Negotiations with [redacted]are ongoing and include capitalizing the swap's mtm value into the form of a loan
- Besides the [redacted]loan exposure, Lehman also owns an additional $270mm of loans to four other [redacted]entities
- [redacted]s the [redacted]in the US

[redacted]

- S&P downgraded [redacted]o [redacted]., triggering a requirement that [redacted]pay 5% initial margin to Lehman against outstanding interest rate swap portfolio
- To mitigate the impact of this requirement, [redacted] unwound the majority of its swap portfolio with Lehman and delivered $94mm of additional collateral against the remaining trades
- The MTM on our nearly $2bn of interest rate swaps is ($53mm) (i.e. Lehman owes [redacted], against which we hold $60mm of collateral. [redacted]and [redacted] are zero as a result of the high level of collateralization

[redacted]

- Lehman's [redacted]subprime CDO counterparty, [redacted] which triggered event of default on [redacted]was successfully liquidated last week
- In connection with the liquidation, Lehman received ~$730mm of cash from liquidation of the CDO's assets ([redacted]nd a [redacted], with the remainder of our $1.15bn CCE being settled against Lehman's VFN liability to the CDO and related reserves
- This resulted in a balance sheet reduction of $1.15bn and represents a decrease of 2.1% of total firm-wide CCE